

**INDEPENDENT AUDITOR'S REPORT**

To,

The Members of Cyberparks, Kozhikode

**Opinion**

We have audited the accompanying financial statements of Cyberparks Kozhikode ("the Society"), which comprise the Balance Sheet as at March 31, 2023, the Income & Expenditure statement for the year then ended, cash flow statement and notes to the financial statements including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the accompanying financial statements give a true and fair view of the state of affairs of the Society as at March 31, 2023, and of its profit for the year then ended in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI).

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Society in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Emphasis of Matter**

As stated in Note no. 5 of the Notes on accounts, an amount of Rs. 1,00,18,912 and Rs. 16,54,836 has been spent for the initial infrastructure development works at Kannur and Kasargod Cyberparks respectively out of Rs. 4.50 crores received for this purpose. As stated therein, based on the direction of the Executive Council, a letter has been submitted to the Government for transferring the assets to M/s Kerala State IT Infrastructure Limited which is the executing authority and the agency for the infrastructure development at Kannur and Kasargod Cyberparks and pending finality of the matter, no adjustment has been made in the books of account as at 31.03.2023.

**Information other than the Financial Statements and Auditors Report thereon**

The Society ' s Executive Council is responsible for the Information other than the financial statements and auditor's report thereon. The said information comprises the information included in the Annual Report (Other information) but does not include the financial statements and our audit report thereon. The Other Information is expected to be made available to us after the date his auditor's report.

Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.



In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available, and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, otherwise appear to be materially misstated.

When we read the other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

### **Responsibility of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Society's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Society or to cease operations, or has no realistic alternative but to do so.

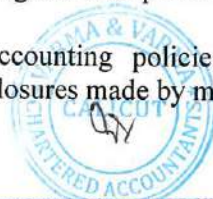
Those charged with governance are responsible for overseeing the Society's financial reporting process

### **Auditor's Responsibility for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Society has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Society's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our audit or' s report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Society to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

#### **Report on Other Legal & Regulatory Requirements**

We report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Society so far as it appears from our examination of those books.
- (c) The Balance Sheet and Income and Expenditure Statement dealt with by this Report are in agreement with the books of accounts.
- (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards issued by the Institute of Chartered Accountants of India.



Kozhikode  
Date - 6.9.2023

**For Varma and Varma**  
Chartered Accountants  
Firm Reg: No 004532S

  
Sanil S Kurup

Partner

Membership No.234574

UDIN - 23234574B6UCOM2038

**CYBERPARKS KOZHIKODE**  
**BALANCE SHEET AS AT 31ST MARCH 2023**

| PARTICULARS                        | Schedule | Current Reporting Period |                       | Previous Reporting Period |                       |
|------------------------------------|----------|--------------------------|-----------------------|---------------------------|-----------------------|
|                                    |          | As at 31st March 2023    |                       | As at 31st March 2022     |                       |
|                                    |          | ₹                        | ₹                     | ₹                         | ₹                     |
| 1                                  | 2        | 3                        |                       | 4                         |                       |
| <b>I. EQUITY AND LIABILITIES</b>   |          |                          |                       |                           |                       |
| <b>(1) Equity</b>                  |          |                          |                       |                           |                       |
| (a) Capital Fund                   | A        | 70,50,67,509             |                       | 63,70,66,737              |                       |
| (b) Income & Expenditure Account   |          | (30,09,04,288)           | 40,41,63,221          | (30,20,65,655)            | 33,50,01,082          |
| <b>(2) Non-Current Liabilities</b> |          |                          |                       |                           |                       |
| (a) Long-term Borrowings           | B        | 74,36,20,000             |                       | 74,36,20,000              |                       |
| (b) Other Long Term Liabilities    | C        | 4,74,29,804              | 79,10,49,804          | 3,66,64,484               | 78,02,84,484          |
| <b>(3) Current Liabilities</b>     |          |                          |                       |                           |                       |
| (a) Trade Payables                 | D        | 66,05,827                |                       | 1,50,85,257               |                       |
| (b) Other Current Liabilities      | E        | 2,72,88,294              | 3,38,94,121           | 2,52,59,407               | 4,03,44,664           |
| <b>Total</b>                       |          |                          | <b>1,22,91,07,146</b> |                           | <b>1,15,56,30,230</b> |
| <b>II. ASSETS</b>                  |          |                          |                       |                           |                       |
| <b>(1) Non-Current Assets</b>      |          |                          |                       |                           |                       |
| (a) Property, Plant & Equipment    | F&G      | 82,18,98,789             |                       | 78,68,19,937              |                       |
| (b) Long-term Loans and Advances   | H        | 22,07,688                | 82,41,06,477          | 13,22,063                 | 78,81,42,000          |
| <b>(2) Current Assets</b>          |          |                          |                       |                           |                       |
| (a) Trade Receivables              | I        | 3,46,19,213              |                       | 2,33,28,839               |                       |
| (b) Cash and cash equivalents      | J        | 34,46,35,952             |                       | 32,42,99,466              |                       |
| (c) Short-term Loans and Advances  | K        | 2,57,45,504              | 40,50,00,669          | 1,98,59,925               | 36,74,88,230          |
| <b>Total</b>                       |          |                          | <b>1,22,91,07,146</b> |                           | <b>1,15,56,30,230</b> |

On behalf of the Executive Council  
of Cyberpark, Kozhikode

  
Dr. Rathan U Kelkar IAS  
Chairman, Executive Council  
Secretary (Electronics & IT Dept.)  
Government of Kerala

  
Jayanthi L  
Treasurer  
Cyberpark Kozhikode



As per Our Report of Even Date Attached

  
Susanth Kurunthil  
Chief Executive Officer  
Cyberpark Kozhikode

  
Sureshkumar K  
Secretary-Registrar  
Cyberpark Kozhikode



For Varma and Varma  
Chartered Accountants  
Firm Reg: No 004532S

  
Sanil S Kurup  
Partner  
(M.N 234574)

Place - Kozhikode  
Date - 6.9.2023

**CYBERPARKS KOZHIKODE**

**INCOME & EXPENDITURE STATEMENT FROM 01-04-2022 TO 31-03-2023**

| PARTICULARS   | Schedule | Current Reporting Period | Previous Reporting Period |
|---|----------|--------------------------|---------------------------|
|   |          | 2022-23                  | 2021-22                   |
|   |          | ₹                        | ₹                         |
| I. Revenue from Operations  | L        | 10,56,74,496             | 5,54,68,642               |
| II. Other Income  | M        | 2,27,61,949              | 1,55,44,062               |
| <b>III. Total Revenue</b>   |          | <b>12,84,36,445</b>      | <b>7,10,12,704</b>        |
| <b>IV Operating and Other Expenses</b>  |          |                          |                           |
| Employee Benefits Expenses  | N        | 1,24,66,348              | 92,29,099                 |
| Office Administration Expenses  | O        | 63,66,296                | 23,33,469                 |
| Campus Operational Expenses   | P        | 1,59,06,746              | 1,44,50,234               |
| Campus Maintenance Expenses   | Q        | 84,25,038                | 70,38,128                 |
| Infrastructure Support Expenses   | R        | 72,31,068                | 41,66,609                 |
| Promotional Expenses  | S        | 82,11,407                | 83,02,796                 |
| Finance Costs   | T        | 3,017                    | 3,476                     |
| <b>Total Operating and other Expenses</b>                                     |          | <b>5,86,09,920</b>       | <b>4,55,23,811</b>        |
| <b>V. Surplus before Depreciation &amp; Tax</b>                               |          | <b>6,98,26,525</b>       | <b>2,54,88,893</b>        |
| Depreciation and Amortization Expense   | U        | 6,86,65,158              | 7,40,91,921               |
| <b>Excess of Income over Expenditure/( Excess of Expenditure over Income)</b> |          | <b>11,61,367</b>         | <b>(4,86,03,028)</b>      |
| Significant Accounting Policies   | V        |                          |                           |
| Notes on Accounts   | W        |                          |                           |

On behalf of the Executive Council  
of Cyberpark, Kozhikode

  
**Dr. Rathan U Kelkar IAS**  
Chairman, Executive Council  
Secretary (Electronics & IT Dept.)  
Government of Kerala

  
**Jayanthi L**  
Treasurer  
Cyberpark Kozhikode




  
**Susanth Kurunthil**  
Chief Executive Officer  
Cyberpark Kozhikode

  
**Sureshkumar K**  
Secretary-Registrar  
Cyberpark Kozhikode

As per Our Report of Even Date Attached

  
**For Varma and Varma**  
Chartered Accountants  
Firm Reg: No 004532S

  
**Sanil S Kurup**  
Partner  
( M.N 234574)

Place - Kozhikode

Date - 6.9.2023

**CYBERPARKS KOZHIKODE**  
**SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31st MARCH, 2023 AND**  
**INCOME & EXPENDITURE STATEMENT FROM 01-04-2022 TO 31-03-2023**

**SCHEDULES TO BALANCE SHEET AND INCOME & EXPENDITURE STATEMENT**

|   | Current Period<br>2022-23<br>₹ | Previous Period<br>2021-22<br>₹ |
|---|--------------------------------|---------------------------------|
| <b><u>A. Capital Fund</u></b>                           |                                |                                 |
| As Per Last Balance Sheet                               | 63,70,66,737                   | 58,60,78,656                    |
| Add: Received during the year from Government of Kerala | 6,80,00,772                    | 5,09,88,081                     |
|   | <b><u>70,50,67,509</u></b>     | <b><u>63,70,66,737</u></b>      |
| <b><u>Income &amp; Expenditure Account</u></b>          |                                |                                 |
| As per last Balance Sheet                               | (30,20,65,655)                 | (25,34,62,627)                  |
| Add: Excess of Income over Expenditure during the year  | 11,61,367                      | (4,86,03,028)                   |
| <b>Balance of Income &amp; Expenditure Account</b>      | <b><u>(30,09,04,288)</u></b>   | <b><u>(30,20,65,655)</u></b>    |
| <b>Total of Capital Fund</b>                            | <b><u>40,41,63,221</u></b>     | <b><u>33,50,01,082</u></b>      |
| <b><u>B. Long-Term Borrowings</u></b>                   |                                |                                 |
| NABARD-RIDF Assistance<br>As per last Balance Sheet     | 74,36,20,000                   | 74,36,20,000                    |
| <b>Total of Long-Term Borrowings</b>                    | <b><u>74,36,20,000</u></b>     | <b><u>74,36,20,000</u></b>      |
| <b><u>C. Other Long Term Liabilities</u></b>            |                                |                                 |
| <b>Deposit Received:-</b>                               |                                |                                 |
| Modules / Building                                      | 4,74,29,804                    | 3,66,64,484                     |
| <b>Total of Other Long Term Liabilities</b>             | <b><u>4,74,29,804</u></b>      | <b><u>3,66,64,484</u></b>       |
| <b><u>D. Trade Payables</u></b>                         |                                |                                 |
| Sundry Creditors - Contracts / Assets                   | 37,25,440                      | 1,36,01,917                     |
| Sundry Creditors - Expenses                             | 28,80,387                      | 14,83,340                       |
| <b>Total of Sundry Creditors</b>                        | <b><u>66,05,827</u></b>        | <b><u>1,50,85,257</u></b>       |
| <b><u>E. Other Current liabilities</u></b>              |                                |                                 |
| Earnest Money Deposit                                   | 5,41,460                       | 5,91,460                        |
| Retention Money Payable                                 | 31,26,597                      | 10,69,923                       |
| Duties and Taxes Payable                                | 9,09,118                       | 10,56,513                       |
| Security Deposit  | -                              | 1,41,501                        |
| Other current liabilities                               | 2,27,11,119                    | 2,24,00,010                     |
| <b>Total of Other Current liabilities</b>               | <b><u>2,72,88,294</u></b>      | <b><u>2,52,59,407</u></b>       |



CYBERPARKS KOZHIKODE

SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH 2023

| Schedule - F - Fixed Assets |                                    | GROSS BLOCK           |                           |                                       |                       | DEPRECIATION BLOCK |                              |                           |                           | NET BLOCK                    |                     |                     |
|-----------------------------|------------------------------------|-----------------------|---------------------------|---------------------------------------|-----------------------|--------------------|------------------------------|---------------------------|---------------------------|------------------------------|---------------------|---------------------|
| Sl. No.                     | DESCRIPTION                        | As at 01.04.2022      | Additions during the year | Deletions/Adjustments during the year | As at 31.03.2023      | RATE (%)           | Accumulated as at 01.04.2022 | Depreciation For the Year | Deletions during the year | Accumulated as at 31.03.2023 | As at 31.03.2023    | As at 31.03.2023    |
| 1                           | Land & Land Development            | 44,83,924             | 5,27,356                  | -                                     | 50,11,280             | 0.00               | -                            | -                         | -                         | -                            | 50,11,280           | 44,83,924           |
| 2                           | Air Conditioner                    | 12,38,67,019          | -                         | -                                     | 12,38,67,019          | 13.91              | 4,95,72,715                  | 1,03,34,338               | -                         | 5,99,07,053                  | 6,39,59,966         | 7,42,94,304         |
| 3                           | Building & Building Improvements   | 60,92,85,215          | 5,32,60,374               | -                                     | 66,25,45,589          | 5.00               | 12,43,46,054                 | 2,55,36,708               | -                         | 14,98,82,763                 | 51,26,62,826        | 48,49,39,161        |
| 4                           | Computer & Accessories             | 22,88,248             | 3,74,757                  | -                                     | 26,63,005             | 40.00              | 18,60,683                    | 2,28,081                  | -                         | 20,88,764                    | 5,74,241            | 4,27,565            |
| 5                           | Electrical and Solar Installations | 14,89,14,492          | 41,38,615                 | -                                     | 15,30,53,107          | 13.91              | 6,28,90,793                  | 1,23,67,074               | -                         | 7,52,57,866                  | 7,77,96,241         | 8,60,23,699         |
| 6                           | Fire Fighting Equipments           | 2,24,01,297           | 9,52,604                  | -                                     | 2,33,53,901           | 13.91              | 87,16,747                    | 19,50,026                 | -                         | 1,06,66,773                  | 1,26,87,128         | 1,36,84,550         |
| 7                           | Furniture & Fixtures               | 19,28,76,504          | 13,40,811                 | -                                     | 19,42,17,315          | 18.10              | 10,20,04,288                 | 1,66,31,391               | -                         | 11,86,35,679                 | 7,55,81,636         | 9,08,72,216         |
| 8                           | Office Equipments                  | 8,24,698              | 1,14,620                  | -                                     | 9,39,319              | 13.91              | 4,82,906                     | 61,317                    | -                         | 5,44,223                     | 3,95,096            | 3,41,793            |
| 9                           | Plant & Machinery                  | 1,95,75,353           | -                         | -                                     | 1,95,75,353           | 13.91              | 94,29,897                    | 14,11,233                 | -                         | 1,08,41,130                  | 87,34,223           | 1,01,45,456         |
| 10                          | Telecommunication Equipments       | 1,47,890              | 64,758                    | -                                     | 2,12,648              | 13.91              | 91,641                       | 10,292                    | -                         | 1,01,933                     | 1,10,715            | 56,249              |
| 11                          | Software Packages                  | 10,46,278             | 3,30,526                  | -                                     | 13,76,804             | 60.00              | 9,33,460                     | 1,34,698                  | -                         | 10,68,158                    | 3,08,646            | 1,12,818            |
|                             | <b>Total</b>                       | <b>1,12,57,10,919</b> | <b>6,11,04,421</b>        | <b>-</b>                              | <b>1,18,68,15,340</b> |                    | <b>36,03,29,184</b>          | <b>6,86,65,158</b>        |                           | <b>42,89,94,342</b>          | <b>75,78,20,998</b> | <b>76,53,81,735</b> |

(Rupees)



**CYBERPARKS KOZHIKODE**

**SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH 2023**

| Schedule-G-Capital Work in Progress | (Rupees)           |                           |  |                    |
|-------------------------------------|--------------------|---------------------------|--|--------------------|
|                                     | As At 01-04-2022   | Additions During the Year | Transfers/ Adjustments during the Year | As At 31-03-2023   |
| Particulars                         |                    |                           |  |                    |
| Capital work in progress- Calicut   | 97,64,454          | 9,40,20,100               | 5,13,80,511                            | 5,24,04,043        |
| Capital work in progress- Kannur    | 1,00,18,912        | -                         | -                                      | 1,00,18,912        |
| Capital work in progress- Kasaragod | 16,54,836          | -                         | -                                      | 16,54,836          |
| <b>Gross Total</b>                  | <b>2,14,38,202</b> | <b>9,40,20,100</b>        | <b>5,13,80,511</b>                     | <b>6,40,77,791</b> |

Refer Note no. 5





|  | Current Period<br>2022-23<br>₹ | Previous Period<br>2021-22<br>₹ |
|--|--------------------------------|---------------------------------|
| <b><u>H. Long-term loans and advances</u></b>  |                                |                                 |
| Security Deposits                              | 22,07,688                      | 13,22,063                       |
| <b>Total of Long-term loans and advances</b>   | <b>22,07,688</b>               | <b>13,22,063</b>                |
| <b><u>I. Trade Receivables</u></b>             |                                |                                 |
| (Unsecured, considered good)                   |                                |                                 |
| Sundry Debtors                                 | 3,77,47,130                    | 2,40,60,169                     |
| Less: Provision for bad & doubtful debts       | 31,27,917                      | 7,31,330                        |
| <b>Total of Sundry Debtors</b>                 | <b>3,46,19,213</b>             | <b>2,33,28,839</b>              |
| <b><u>J. Cash and cash equivalents</u></b>     |                                |                                 |
| Cash in hand                                   | 6,020                          | 5,513                           |
| Balances with banks & Treasury                 | 2,05,01,437                    | 27,97,531                       |
| Fixed Deposits                                 | 32,41,28,495                   | 32,14,96,422                    |
| <b>Total of Cash and cash equivalents</b>      | <b>34,46,35,952</b>            | <b>32,42,99,466</b>             |
| <b><u>K. Short-term loans and advances</u></b> |                                |                                 |
| Unsecured, considered good;                    |                                |                                 |
| KSITIL receivable                              | 97,97,722                      | 97,97,722                       |
| Prepaid Expenses                               | 12,99,556                      | 10,22,783                       |
| Advances-Others                                | 6,450                          | 6,450                           |
| CGST Paid                                      | 2,000                          | 2,000                           |
| TDS Receivable                                 | 1,42,45,774                    | 84,76,884                       |
| GST Receivable                                 | 3,94,002                       | 5,54,086                        |
| <b>Total of Short-term loans and advances</b>  | <b>2,57,45,504</b>             | <b>1,98,59,925</b>              |
| <b><u>L. Revenue from Operations</u></b>       |                                |                                 |
| (a) Operating revenues - Rent / Lease Charges  |                                |                                 |
| Rent for Module/Building                       | 7,77,30,113                    | 3,72,47,251                     |
| Operation and Maintenance Income               | 2,55,17,591                    | 1,65,58,512                     |
|  | <b>10,32,47,704</b>            | <b>5,38,05,763</b>              |
| (b) Operating revenues - Others                |                                |                                 |
| Cost of Tender Forms                           | 1,02,252                       | 1,27,360                        |
| Surcharge for delayed payments                 | 22,59,553                      | 8,17,123                        |
| Others   | 64,987                         | 7,18,396                        |
|  | <b>24,26,792</b>               | <b>16,62,879</b>                |
| <b>Total of Revenue from Operations</b>        | <b>10,56,74,496</b>            | <b>5,54,68,642</b>              |
| <b><u>M. Other income</u></b>                  |                                |                                 |
| Grant received for meeting Marketing expense   | 62,00,000                      | -                               |
| Interest Income                                | 1,65,61,949                    | 1,55,44,062                     |
| <b>Total of Other income</b>                   | <b>2,27,61,949</b>             | <b>1,55,44,062</b>              |
| <b><u>N. Employee Benefits Expense</u></b>     |                                |                                 |
| Salaries and Wages                             | 1,20,64,290                    | 92,08,545                       |
| Staff Welfare Expenses                         | 4,02,058                       | 20,554                          |
| <b>Total of Employee Benefits Expense</b>      | <b>1,24,66,348</b>             | <b>92,29,099</b>                |



|   | Current Period<br>2022-23<br>₹ | Previous Period<br>2021-22<br>₹ |
|---|--------------------------------|---------------------------------|
| <b><u>O. Office Administration Expenses</u></b>         |                                |                                 |
| Postage & Telephone Charges                             | 3,94,790                       | 3,02,016                        |
| Travelling Expense & Conveyance Charges                 | 7,56,540                       | 6,84,534                        |
| Printing And Stationery                                 | 60,817                         | 61,536                          |
| Legal & Professional Charges                            | 4,83,000                       | 29,000                          |
| Other Administrative Expenses                           | 10,35,446                      | 5,17,416                        |
| Provision for bad & doubtful debts                      | 25,19,987                      | 3,79,608                        |
| Advertisement Charges                                   | 11,15,716                      | 3,59,359                        |
| <b>Total of Office Administration Expenses</b>          | <b>63,66,296</b>               | <b>23,33,469</b>                |
| <b><u>P. Campus Operational Expenses</u></b>            |                                |                                 |
| Expenses for Utilities                                  | 1,56,05,775                    | 1,19,56,188                     |
| Rates, Taxes & Insurance Charges                        | 3,00,971                       | 3,25,879                        |
| SEZ Denotification expenses                             | -                              | 21,68,167                       |
| <b>Total of Campus Operational Expenses</b>             | <b>1,59,06,746</b>             | <b>1,44,50,234</b>              |
| <b><u>Q. Campus Maintenance Expenses</u></b>            |                                |                                 |
| Security Expense  | 35,67,305                      | 34,35,221                       |
| House Keeping Expense                                   | 36,49,639                      | 29,91,403                       |
| Campus Up Keep Expense                                  | 12,08,094                      | 6,11,504                        |
| <b>Total of Campus Maintenance Expenses</b>             | <b>84,25,038</b>               | <b>70,38,128</b>                |
| <b><u>R. Infrastructure Support Expenses</u></b>        |                                |                                 |
| AMC Charges   | 25,32,246                      | 21,49,164                       |
| Repairs and Maintenance Expense                         | 46,98,822                      | 20,17,445                       |
| <b>Total of Infrastructure Support Expenses</b>         | <b>72,31,068</b>               | <b>41,66,609</b>                |
| <b><u>S. Promotional Expenses</u></b>                   |                                |                                 |
| Ignite Internship Stipend                               | 16,44,652                      | -                               |
| Promotional Expenses                                    | 65,66,755                      | 83,02,796                       |
| <b>Total of Promotional Expenses</b>                    | <b>82,11,407</b>               | <b>83,02,796</b>                |
| <b><u>T. Finance Costs</u></b>                          |                                |                                 |
| Bank charges  | 3,017                          | 3,476                           |
| <b>Total of Finance Costs</b>                           | <b>3,017</b>                   | <b>3,476</b>                    |
| <b><u>U. Depreciation and Amortization Expenses</u></b> |                                |                                 |
| Depreciation of Tangible Assets                         | 6,86,65,158                    | 7,40,91,922                     |
| <b>Total of Depreciation and Amortization Expenses</b>  | <b>6,86,65,158</b>             | <b>7,40,91,922</b>              |



## CYBERPARKS KOZHIKODE

### SCHEDULE-V

#### Significant Accounting Policies forming part of the Balance Sheet and Income and Expenditure Account for the year ended 31<sup>st</sup> March 2023.

##### **1. Basis of Preparation of Accounts: -**

The accompanying financial statements have been prepared in accordance with the historical cost conventions and on accrual basis. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

##### **2. Revenue Recognition: -**

Incomes have been recognized on accrual basis. However, where the ultimate collection lacks certainty, the revenue recognition is postponed.

##### **3. Property, Plant & Equipment and Depreciation:**

3.1 Property, Plant & Equipment are carried at cost of acquisition less depreciation. Cost of fixed assets includes all expenses wholly and exclusively meant for acquiring/creating fixed assets.

3.2 Depreciation has been charged on written down value method. Proportionate depreciation has been charged in respect of assets capitalized / acquired and sold during the year. Depreciation has been arrived at as per the rates provided in Schedule F of the accounts.

##### **4. Government Assistances:**

4.1 Government contribution towards Infrastructure development is credited to Capital Fund in the year of its receipt.

4.2 Government contribution for meeting the revenue expenditure is shown as income in the Income and Expenditure Statement.

5. Stock of Stationery being insignificant is not recognized in the accounts.

##### **6. Employee Benefits: -**

Leave salary and Gratuity are expensed as and when paid.



## CYBERPARKS KOZHIKODE

### SCHEDULE-W

#### Notes on Accounts forming part of the Balance Sheet and Income and Expenditure

#### Account for the year ended 31<sup>st</sup> March 2023.

1. Electricity and Water charges are shown as the net of debit and credit and disclosed under the head Campus Operational Expenses. (Schedule P)
2. An amount of Rs.74,36,20,000/- (Rs. 74,36,20,000/-) shown in Schedule B represents Government of Kerala NABARD - RIDF assistance, which is refundable in nature. As per GO dated 21.05.2018, Cyberpark has to repay with interest at the rate of 6% on the amount so received from the year 2018-19 & principal from year 2020-21. However, since the Society does not have adequate funds to repay the assistance, an application was given to Government of Kerala pointing out the inability to refund the above assistance. Since the application is pending before the Government of Kerala, no provision for interest payable was made in the accounts.
3. As per the information available, there are no amounts due that require provisioning as per the requirement of the Micro Small and Medium Enterprise Development Act, 2006.
4. The demand raised by the Olavanna Grama Panchayat for property tax for Sahya IT Building for the years 2017-18, 2018-19, 2019-20, 2020-21, & 2021-22 amounting to Rs. 85,67,875/- is in dispute as the building is in a Special Economic Zone and stay orders from the honorable High Court have been obtained for the same. The case filed by the Panchayat is pending before the First-Class Judicial Magistrate Court, Kozhikode.
5. Vide G.O (Rt) No.161/2010/ITD, dated 06.08.2010, and vide G.O (Rt) No.51/2011/ITD, dated 15.03.2011, 17.50 crores have been released to Cyberpark under state Grant, under the head of account-4859-02-800-98(Plan). Out of Rs.17.50 Crores, Rs.3.75 Crores were ear marked for Kannur Cyberpark and Rs.0.75 Crores for Kasaragod Cyberpark for the initial infrastructure development works.



Out of Rs.4.50 crores received, (Rs.3.75 crores for Kannur & Rs.0.75 crores for Kasaragod) Rs.1,00,18,912/- has been spent for the initial infrastructure development works at Kannur & Rs.16,54,836/- towards Kasaragod and the same has been accounted in the books of account of Cyberpark under Capital work-in-progress.

Since 2012-13, project and development work of Kannur & Kasaragod Cyberparks were directly undertaken by M/s Kerala State IT Infrastructure Limited (KSITIL). Vide G.O.(Rt.) 174/2015/ITD, dated.03/08/2015, government has accorded KSITIL as the executing authority and the agency for the infrastructure development at Kannur and Kasaragod Cyberpark. Since, the asset do not form part of Cyberpark Kozhikode, the assets are proposed to be transferred to concerned agency, KSITIL at the earliest.

Based on the direction of the executive council, a letter has been submitted to the Government for a decision in this regard. Pending finality of the matter, no adjustment has been made in the books of account.

6. Cyberpark has entered into an Annual Maintenance Agreement with M/s Sterling and Wilson Pvt. Ltd. for the period from 2018-19 to 2021-22. During the year 2021-22, the party raised an invoice for Rs.22,04,850/-, of which Rs.11,02,425/- was released during 2021-22, and the liability towards the balance has not been recognized due to lapses noted in the execution of the works in accordance with the Annual Maintenance Agreement. Based on the rectification works taken up by Cyberpark, an amount of Rs. 2,58,901/- has been accounted for in the books of account during 2021-22, and during 2022-23, an amount of Rs. of Rs.4,51,000/- has also been incurred against the rectification works which pertain to the AMC period and has been recognized as expenditure in the books of account. The final reconciliation is still in process as the scope of the work is distributed across various floors, on which office spaces are already occupied by the client. Hence, no provision has been made in the books of account for the balance amount invoiced by the party.
7. An amount of Rs.31,27,917/- has been created as provision for Bad and Doubtful debts and this has been reduced from the Sundry Debtors and reported (Schedule I) in the Balance sheet.
8. Previous year's figures and accounts have been re-grouped or re-classified wherever found necessary to conform to current year's classification.



9. Figures have been rounded off to the nearest Rupee.


On behalf of the Executive  
Council of Cyber Park,  
Kozhikode

  
**Dr. Rathan U Kelkar IAS**  
Chairman, Executive Council  
Secretary to Government  
(Electronics & IT Dept.)  
Government of Kerala

  
**Susanth Kurunthil**  
Chief Executive Officer  
Cyberpark Kozhikode

As per Our Report of Even  
Date Attached

**For Varma & Varma,**  
Chartered Accountants  
Firm Reg. No 0045325

  
**Jayanthi. L**  
Treasurer  
Cyberpark  
Kozhikode

  
**Suresh Kumar K**  
Secretary-Registrar  
Cyberpark Kozhikode

  
**Sanil S Kurup**  
Partner  
Membership No.234574



Place - Kozhikode  
Date - 6.9.2023